

2400 Department of Managed Health Care

The mission of the Department of Managed Health Care is to help California consumers resolve problems with their Health Maintenance Organizations (HMOs) and to ensure a better, more solvent and stable managed health care system through:

- Administration and enforcement of California's HMO patient rights laws.
- Operating the 24-hour-a-day HMO Help Center.
- Licensing and overseeing all HMOs in the state.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
30 Health Plan Program	182.8	220.6	220.6	\$34,739	\$43,382	\$43,454
50.01 Administration	80.4	76.7	76.7	9,201	9,685	9,835
50.02 Distributed Administration	-	-	-	-9,201	-9,685	-9,835
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	263.2	297.3	297.3	\$34,739	\$43,382	\$43,454
FUNDING				2005-06*	2006-07*	2007-08*
0933 Managed Care Fund				\$34,634	\$43,162	\$43,247
0995 Reimbursements				105	220	207
TOTALS, EXPENDITURES, ALL FUNDS				\$34,739	\$43,382	\$43,454

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Health and Safety Code Sections 1340-1399.64 inclusive; California Code of Regulations, Title 28, Sections 1300.43-1300.826.

DETAILED BUDGET ADJUSTMENTS

	2006-07*			2007-08*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Employee Compensation/Retirement Adjustments	\$-	\$1,847	-	\$-	\$1,775	-
• Other Workload Adjustments	-	-	-	-	337	-
• One-Time Cost Reductions	-	-	-	-	-193	-
Totals, Baseline Adjustments	\$-	\$1,847	-	\$-	\$1,919	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$1,847	-	\$-	\$1,919	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

30 HEALTH PLAN PROGRAM

The Health Plan Program's objective is to assure the accessibility and availability of medically necessary health care delivered to the public with appropriate quality-of-care oversight and through financially sound managed care plans. The program licenses health care service plans, conducts routine financial and medical surveys, and operates a consumer services toll-free complaint line (1-888-HMO-2219). Within this program, the Office of the Patient Advocate helps educate consumers about their rights and responsibilities.

50 ADMINISTRATION

The Administration Program provides services essential for the administration of the Department and its programs, including executive, administrative, legal, legislative, policy, and information support.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2005-06*	2006-07*	2007-08*
PROGRAM REQUIREMENTS				
30	HEALTH PLAN PROGRAM			
	State Operations:			

* Dollars in thousands, except in Salary Range.

2400 Department of Managed Health Care - Continued

	2005-06*	2006-07*	2007-08*
0933 Managed Care Fund	\$34,634	\$43,162	\$43,247
0995 Reimbursements	105	220	207
Totals, State Operations	\$34,739	\$43,382	\$43,454
ELEMENT REQUIREMENTS			
30.10 Health Care Service Plans	\$32,612	\$41,015	\$41,060
State Operations:			
0933 Managed Care Fund	32,507	40,795	40,853
0995 Reimbursements	105	220	207
30.20 Office of Patient Advocate	\$2,127	\$2,367	\$2,394
State Operations:			
0933 Managed Care Fund	2,127	2,367	2,394
TOTALS, EXPENDITURES			
State Operations	34,739	43,382	43,454
Totals, Expenditures	\$34,739	\$43,382	\$43,454

EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			Expenditures		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	263.2	313.0	313.0	\$16,386	\$19,357	\$19,755
Total Adjustments	-	-	-	-	1,301	1,156
Estimated Salary Savings	-	-15.7	-15.7	-	-1,021	-1,046
Net Totals, Salaries and Wages	263.2	297.3	297.3	\$16,386	\$19,637	\$19,865
Staff Benefits	-	-	-	5,265	7,024	6,724
Totals, Personal Services	263.2	297.3	297.3	\$21,651	\$26,661	\$26,589
OPERATING EXPENSES AND EQUIPMENT				\$13,088	\$16,721	\$16,865
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$34,739	\$43,382	\$43,454

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2005-06*	2006-07*	2007-08*
0933 Managed Care Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$33,614	\$39,001	\$40,853
Allocation for employee compensation	185	1,612	-
Adjustment per Section 3.60	-67	181	-
002 Budget Act appropriation	2,269	2,314	2,394
Allocation for employee compensation	-	47	-
Adjustment per Section 3.60	1	7	-
Totals Available	\$36,002	\$43,162	\$43,247
Unexpended balance, estimated savings	-1,368	-	-
TOTALS, EXPENDITURES	\$34,634	\$43,162	\$43,247
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$105	\$220	\$207
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$34,739	\$43,382	\$43,454

* Dollars in thousands, except in Salary Range.

2400 Department of Managed Health Care - Continued

FUND CONDITION STATEMENTS

	2005-06*	2006-07*	2007-08*
0933 Managed Care Fund ^s			
BEGINNING BALANCE	\$3,442	\$6,438	\$2,511
Prior year adjustments	<u>1,335</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$4,777	\$6,438	\$2,511
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125700 Other Regulatory Licenses and Permits	33,731	36,959	40,638
142500 Miscellaneous Services to the Public	1	1	1
150300 Income From Surplus Money Investments	906	906	906
161400 Miscellaneous Revenue	31	23	23
161900 Other Revenue - Cost Recoveries	678	650	650
164300 Penalty Assessments	<u>965</u>	<u>724</u>	<u>724</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$36,312</u>	<u>\$39,263</u>	<u>\$42,942</u>
Total Resources	\$41,089	\$45,701	\$45,453
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	17	28	42
2400 Department of Managed Health Care (State Operations)	<u>34,634</u>	<u>43,162</u>	<u>43,247</u>
Total Expenditures and Expenditure Adjustments	<u>\$34,651</u>	<u>\$43,190</u>	<u>\$43,289</u>
FUND BALANCE	\$6,438	\$2,511	\$2,164
Reserve for economic uncertainties	6,438	2,511	2,164

CHANGES IN AUTHORIZED POSITIONS

	<u>Positions</u>			<u>Expenditures</u>		
	2005-06	2006-07	2007-08	2005-06*	2006-07*	2007-08*
Totals, Authorized Positions	263.2	313.0	313.0	\$16,386	\$19,357	\$19,755
Salary Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,301</u>	<u>1,156</u>
Total Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$-</u>	<u>\$1,301</u>	<u>\$1,156</u>
TOTALS, SALARIES AND WAGES	263.2	313.0	313.0	\$16,386	\$20,658	\$20,911

* Dollars in thousands, except in Salary Range.